JAMED STATES

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

1595 Wynkoop Street DENVER, CO 80202-1129 Phone 800-227-8917 http://www.epa.gov/region08

JUN 1 9 2014

Ref: 8ENF-UFO

CERTIFIED MAIL 7008-3230-0003-0727-5461 RETURN RECEIPT REQUESTED

Brad Lane, Production Engineer Wesco Operating, Inc. 120 S. Durbin P.O. Box 1650 Casper, Wyoming 82602

Re: Underground Injection Control (UIC)

Notice of Violation:

Loss of Mechanical Integrity

Lander 11 and Phosphoria 100 Wells

EPA Well ID # WY20000-02222 and WY20000-02298

API # 49-013-11813 and 49-013-20260

Lander and Winkleman Dome Fields

Fremont County, WY

Dear Mr. Lane:

On June 17, 2014, the Environmental Protection Agency (EPA) learned that the Wesco Operating, Inc. injection wells referenced above failed mechanical integrity tests on or about June 16, 2014. Pursuant to Title 40 of the Code of Federal Regulations Section 144.28(f)(2) (40 C.F.R. § 144.28(f)(2)), you must establish and maintain mechanical integrity. A loss of mechanical integrity is a violation of this requirement.

Pursuant to 40 C.F.R. § 144.28(f)(3), you must immediately cease injection into these wells. Before injection may resume, you must demonstrate that the wells have mechanical integrity by passing a mechanical integrity test (MIT). You must also receive written authorization from the EPA.

Within thirty (30) days of receipt of this letter, please submit a letter describing what action you intend to take regarding the wells, including a time frame in which you anticipate the work to be completed. It is expected that you will return these wells to compliance within ninety (90) days of the loss of mechanical integrity.

If you choose to plug and abandon these wells, a plugging and abandonment plan must be submitted to the EPA for approval prior to the plugging operation.

Failure to comply with UIC regulations found at 40 C.F.R. Parts 144 and 146 constitutes one or more violations of the Safe Drinking Water Act, 42 U.S.C. § 300h. Such non-compliance may subject you to formal enforcement by the EPA, as codified at 40 C.F.R. Part 22.

If you have any questions concerning this letter, you may contact Sarah Roberts at (303) 312-7056. Please direct all correspondence to the attention of Sarah Roberts at Mail Code 8ENF-UFO.

Sincerely,

Mark Chalfant, Acting Director

UIC/FIFRA/OPA Technical Enforcement Programs

cc:

Darwin St. Clair, Chairman Eastern Shoshone Tribe P.O. Box 538 Fort Washakie, Wyoming 82514

Harrison Shoyo, Co-Chairman Eastern Shoshone Tribe P.O. Box 538 Fort Washakie, Wyoming 82514

Ryan Ortiz, Director Wind River Environmental Quality Commission P.O. Box 217 Fort Washakie, Wyoming 82514 Darrell O'Neal, Chairman Northern Arapaho Tribe P.O. Box 396 Fort Washakie, Wyoming 82514

Ronald K. Oldman, Co-Chairman Northern Arapaho Tribe P.O. Box 396 Fort Washakie, Wyoming 82514

Tom Kropatch Wyoming Oil & Gas Conservation Commission P.O. Box 2640 Casper, Wyoming 82602